

COUNTY EMPLOYEES' ANNUITY & BENEFIT FUND OF COOK COUNTY
And Ex-Officio for the
FOREST PRESERVE DISTRICT ANNUITY & BENEFIT FUND
MEETING OF THE BOARD OF TRUSTEES
33 N. DEARBORN STREET-STE. 1000
CHICAGO, ILLINOIS 60602

Minutes for December 6, 2012 Meeting of the Board

The County Fund and the Forest Preserve District Fund are herein collectively referred to as the "Fund".

Call to Order and Roll Call.

Trustees Present: John Fitzgerald, Robert Benjamin, Diahann Goode, Robert Janura, Brent Lewandowski, Patrick McFadden, Samuel Richardson, Jr. and Ivan Samstein

Staff Present: Nickol Hackett, Executive Director & C.I.O.; Margaret Fahrenbach, Legal Adviser; Michael Maratea, Director of Finance; Angela McMillin, Director of Health Benefits; Paul Rzeszutko, Director of Annuity Benefits; Gary LeDonne, Senior Benefit Advisor; David Cholewa, Director of Systems & Project Manager; Colleen Lakis, Comptroller; Sharon Ryan, Office Manager;

Others Present: Mary Pat Burns, Burke Burns & Pinelli, LTD; Jason Parks, Loop Capital; Katie Sabo, Cook County Commissioner Gainer's office; Theron Pickets, Cabrera Capital;

1. Review and Consideration of:

a. November 8, 2012 Board Meeting Minutes.

It was moved by Trustee McFadden and seconded by Trustee Janura that the minutes of the November 8, 2012, Board Meeting be adopted as amended.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

b. Bills, Payroll Records, Annuities, Spouse & Child Annuities, Ordinary & Duty Disabilities and Refunds.

It was moved by Trustee Lewandowski and seconded by Trustee McFadden that the presented payroll, bills and recommendations for annuities, disabilities and refunds be approved.

Roll Call Vote:

AYES: Benjamin, Goode, Fitzgerald, Janura, Lewandowski, McFadden,
Richardson, Samstein
NAYS: None
Vote Result: MOTION ADOPTED

c. Public Comment.

2. Nomellini-Request for Administrative Hearing Officer

It was moved by Trustee McFadden and seconded by Trustee Lewandowski that Retired Judge Michael C. Close be appointed to serve as the hearing officer for the administrative hearing requested by Anthony Nomellini.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

3. Administrative Matters

a. Purchasing Authorization-Office Equipment

It was moved by Trustee McFadden and seconded by Trustee Janura, consistent with the recommendations of the Funds' staff, that the Board approve the purchase request and authorize a five year lease for two new Xerox copier printers at an annual cost not exceed \$11,988 and which shall include Xerox's assumption of the Funds' current lease agreement for the Canon printer. It is further moved that the Funds' staff shall take all action reasonable necessary to effectuate the foregoing, including subject to legal review, execution and delivery of related written agreements on the Funds' behalf by the Executive Director.

Roll Call Vote:

AYES: Benjamin, Goode, Fitzgerald, Janura, Lewandowski, McFadden,
Richardson, Samstein
NAYS: None
Vote Result: MOTION ADOPTED

b. Education and Travel Pre-approval

It was moved by Trustee McFadden and seconded by Trustee Janura, consistent with the recommendations of the Funds' professional staff and the Funds' counsel, that the expenses, including any associated travel expenses, incurred by any Trustee or Employee in attending the IPPFA's Certified Trustee Program 13-3 on February 18-21, 2013, in Hoffman Estates, Illinois, at a program cost of \$750 per attendee be approved, provided that reimbursement shall be in and for amounts consistent with the Funds' Travel Expense Reimbursement Policy.

Roll Call Vote:

AYES: Benjamin, Goode, Fitzgerald, Janura, Lewandowski, McFadden,
Richardson, Samstein
NAYS: None

Vote Result: MOTION ADOPTED

It was moved by Trustee McFadden and seconded by Trustee Janura, consistent with the recommendations of the Funds' professional staff and the Funds' counsel, that the expenses, including any associated travel expenses, incurred by any Trustee or Employee in attending the Callan 32nd National Conference on January 28-30, 2013, in San Francisco, California, the program cost of which is included in the annual fee, be approved, provided that reimbursement shall be in and for amounts consistent with the Funds' Travel Expense Reimbursement Policy.

Roll Call Vote:

AYES: Benjamin, Goode, Fitzgerald, Janura, Lewandowski, McFadden, Richardson, Samstein

NAYS: None

Vote Result: MOTION ADOPTED

c. 2013 Meeting Schedule

It was moved by Trustee McFadden and seconded by Trustee Janura, consistent with the recommendation of the Funds' professional staff and the Fund's counsel, that the proposed 2013 Meeting Schedule be adopted.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

4. Trustee Matters

a. Certification of 2012 Trustee Education

It was moved by Trustee Lewandowski and seconded by Trustee McFadden pursuant to Section 1-113.18 of the Illinois Pension Code, and based upon the Executive Director's report establishing that each of the trustees has met the statutory requirements of at least 8 hours of ethics, fiduciary and investment training as of December 31, 2012, (with the exceptions of the newly appointed Trustee Samstein who was sworn to his office on or about November 8, 2012, and the newly elected Trustees Goode and Richardson, who were sworn to their respective offices on December 6, 2012), that the proposed 2012 Annual Certification of Trustee Training be approved and that the President of the Board be authorized to execute the same on behalf of the Board. It is further moved that the Funds' staff shall file said 2012 Annual Certification of Trustee Training with the Department of Financial and Professional Regulation, Division of Insurance, as required by Section 1-133.18 of the Illinois Pension Code.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

b. Trustee and Executive Director Resolutions

c. Election of Officers and Committee Assignments 2012

It was moved by Trustee McFadden and seconded by Trustee Benjamin that the following members of the Retirement Board shall serve, respectively, as Officers, until a successor is elected: John E. Fitzgerald, President; Clem Balanoff, Vice-President; and Brent Lewandowski: Secretary.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee McFadden and seconded by Trustee Benjamin that all the members of the Retirement Board shall serve on the Investment Committee and that Trustee McFadden shall serve as Chairman. It is further moved that all so named shall serve, respectively, until a successor is duly elected or appointed.”

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee McFadden and seconded by Trustee Benjamin that the following members of the Retirement Board shall serve on the Emerging Manager Investment Sub-Committee: Robert Janura, Chairman; Clem Balanoff; Robert Benjamin; Diahann Goode and Samuel Richardson, Jr. It is further moved that all so named shall serve, respectively, until a successor is duly elected or appointed.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee McFadden and seconded by Trustee Benjamin that the following members of the Retirement Board shall serve on the Health Benefit Committee: John E. Fitzgerald, Chairman; Robert Benjamin; Brent Lewandowski; Clem Balanoff and Ivan Samstein It is further moved that all so named shall serve, respectively, until a successor is duly elected or appointed.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

Following the appointment of the Chairs and members of the Investment Committee, the Emerging Managers Investment Sub-Committee, and the Health Benefit Committee, (individually or collectively “Committee”) it was moved by Trustee Samstein and seconded by Trustee McFadden that any trustee could attend any Committee meeting and vote on any issue before such Committee, provided however, that only those trustees who are duly appointed members of the Committee shall be included in determining whether a quorum of members is present for purposes of the Illinois Open Meetings Act.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

5. 2013 Budget Recommendation

It was moved by Trustee Lewandowski and seconded by Trustee McFadden, consistent with the recommendations of the Fund’s staff, that the Fiscal Year 2013 Administrative Budget be adopted, including but not limited to, the 2013

Procedural Recommendations delegating to the Executive Director the discretion to approve certain contract renewals, expenditures of less than \$10,000 and consents required by investment agreements within the parameters detailed below:

- Contract renewals: Any recurring and renewing agreements, with the exception of contracts for professional services, which had been previously approved by the Board and identified within the approved budget, may be extended so long as the services and/or goods to be provided are within the scope of the current engagement and are not increased by more than 5% annually.
- Expenditures of less than \$10,000: Expenditures of less than \$10,000 may be made so long as the expenditures are to a current vendor and the cumulative amount paid to any such vendor during a fiscal year is less than \$10,000. Such expenditures shall appear on the monthly vendor's list and shall be disclosed as part of the schedule.
- Investments/Limited Partnerships: Consents as might required by applicable investment management agreements or limited partnership agreements so that the proposed action would be compliant with such agreements, may be given on a timely basis and will be identified for the Board as soon as practicable thereafter.

Roll Call Vote:

AYES: Benjamin, Goode, Fitzgerald, Janura, Lewandowski, McFadden, Richardson, Samstein

NAYS: None

Vote Result: MOTION ADOPTED

6. Old Business/New Business

7. Adjournment

There being no further business before the Board the meeting was adjourned.

The Board's next regular meeting is scheduled for January 10, 2013.